

RESOLUTION NO. 2008-80

A RESOLUTION ~~OF~~ THE LODI CITY COUNCIL ACCEPTING THE CITY  
MANAGER'S RECOMMENDATION ~~TO~~ APPROVE THE LOAN REQUEST OF  
WALKER-RODERICK PROPERTIES, LLC, PATRICK A. WALKER AND JACK E.  
RODERICK, GUARANTORS, THROUGH THE COMMUNITY DEVELOPMENT  
BLOCK GRANT FUNDED REVOLVING LOAN FUND PROGRAM

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WHEREAS, the purpose of the Revolving Loan Fund Program is to provide appropriate financial assistance to businesses located in or moving to Lodi, which in turn create full-time jobs while increasing the overall economic base of the community.

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Lodi, as follows:

1. The City Manager is hereby authorized and directed to execute, on behalf of the City of Lodi, a Community Development Block Grant based loan through the Revolving Loan Fund Program to Walker-Roderick Properties, LLC, Patrick A. Walker and Jack E. Roderick, Guarantors, in the amount of One-Hundred and Forty Thousand Dollars (\$140,000);
2. Approve this loan at 1% above the prime rate as quoted in the Wall Street Journal, on the day the Lodi City Council approves the loan, or the date of the note, whichever is more. Borrower must pay a 1% loan fee;
3. Approve repayment to begin not less than fifteen **(15)** or more than forty-five (45) days from the date of the note. Repayment will initially be twenty-four (24) monthly payments of principal only, followed by thirty-six (36) monthly payments of principal and interest, subject to ~~the~~ execution of all documentation and collateralization as determined by staff. Interest during the first twenty-four (24) months will accrue but will be deferred and forgivable if the entire loan amount is repaid within the first twenty-four (24) month period. If the full loan amount is not repaid within that first twenty-four (24) month period, the deferred interest shall be paid within thirty (30) days of the due date of the first principal and interest payment; and
4. Authorize and direct staff and designated agencies to prepare and execute the loan documents and perform other procedures necessary to accomplish the intent of the City Council for the completion of this project.

Dated: May 7, 2008


I hereby certify that Resolution No. ~~2008-80~~ was passed and adopted by the City Council of the City of Lodi in a regular meeting held May 7, 2008, by the following vote:

AYES: COUNCIL MEMBERS – Hansen, Johnson, Katzakian, and Mayor Mounce

NOES: COUNCIL MEMBERS – Hitchcock

ABSENT: COUNCIL MEMBERS – None

ABSTAIN: COUNCIL MEMBERS – None

  
HANDI JOHL  
City Clerk